REFERENCE TITLE: annual adjustment; motor fuel taxes

State of Arizona House of Representatives Forty-eighth Legislature First Regular Session 2007

## **HB 2345**

Introduced by Representatives Prezelski, Farley: Ableser

AN ACT

AMENDING TITLE 28, CHAPTER 16, ARTICLE 1, ARIZONA REVISED STATUTES, BY ADDING SECTION 28-5606.01; RELATING TO MOTOR FUEL TAXES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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Be it enacted by the Legislature of the State of Arizona:

Section 1. Title 28, chapter 16, article 1, Arizona Revised Statutes, is amended by adding section 28-5606.01, to read:

28-5606.01. Motor fuel tax adjustments; distribution

A. THE MOTOR FUEL TAXES IMPOSED PURSUANT TO SECTION 28-5606 ARE SUBJECT TO ALL OF THE FOLLOWING:

- 1. FOR EACH YEAR BEGINNING FROM AND AFTER DECEMBER 31, 2008, THE MOTOR VEHICLE FUEL TAX PRESCRIBED BY SECTION 28-5606, SUBSECTION A SHALL BE ADJUSTED ANNUALLY BY THE SAME PERCENTAGE AS THE PERCENTAGE CHANGE IN THE GROSS DOMESTIC PRODUCT INDEX FACTOR FOR THE STATE OF ARIZONA SUPPLIED BY THE UNITED STATES BUREAU OF ECONOMIC ANALYSIS BETWEEN SEPTEMBER 2007 AND THE SEPTEMBER BEFORE THE CALENDAR YEAR INVOLVED.
- 2. FOR EACH YEAR BEGINNING FROM AND AFTER DECEMBER 31, 2008, THE USE FUEL TAXES PRESCRIBED BY SECTION 28-5606, SUBSECTION B, PARAGRAPHS 1 AND 2 SHALL BE ADJUSTED ANNUALLY BY THE SAME PERCENTAGE AS THE PERCENTAGE CHANGE IN THE GROSS DOMESTIC PRODUCT INDEX FACTOR FOR THE STATE OF ARIZONA SUPPLIED BY THE UNITED STATES BUREAU OF ECONOMIC ANALYSIS BETWEEN SEPTEMBER 2007 AND THE SEPTEMBER BEFORE THE CALENDAR YEAR INVOLVED.
- 3. BEGINNING FROM AND AFTER DECEMBER 31, 2008 THROUGH DECEMBER 31, 2010, THE USE FUEL TAX PRESCRIBED BY SECTION 28-5606, SUBSECTION B, PARAGRAPH 3 SHALL BE ADJUSTED ANNUALLY BY THE SAME PERCENTAGE AS THE PERCENTAGE CHANGE IN THE GROSS DOMESTIC PRODUCT INDEX FACTOR FOR THE STATE OF ARIZONA SUPPLIED BY THE UNITED STATES BUREAU OF ECONOMIC ANALYSIS BETWEEN SEPTEMBER 2007 AND THE SEPTEMBER BEFORE THE CALENDAR YEAR INVOLVED.
- B. NOTWITHSTANDING SECTIONS 28-6534, 28-6537 AND 28-6538, EACH FISCAL YEAR THE DEPARTMENT SHALL ALLOCATE AND THE STATE TREASURER SHALL DISTRIBUTE REVENUES OF THE ARIZONA HIGHWAY USER REVENUE FUND RESULTING FROM THE ANNUAL PERCENTAGE CHANGE IMPOSED PURSUANT TO THIS SECTION AS FOLLOWS:
  - 1. TO THE COUNTIES, THIRTY-EIGHT AND ONE-HALF PER CENT.
- 2. TO THE INCORPORATED CITIES AND TOWNS, FIFTY-FIVE AND ONE-HALF PER CENT.
- 3. TO THE INCORPORATED CITIES WITH A POPULATION OF THREE HUNDRED THOUSAND OR MORE PERSONS, SIX PER CENT.

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